

## OTHER DEFENSE—CIVIL PROGRAMS

### MILITARY RETIREMENT

#### *Federal Funds*

#### PAYMENT TO MILITARY RETIREMENT FUND

##### Program and Financing (in millions of dollars)

| Identification code 97–0040–0–1–054       |  | 2012 actual | 2013 CR | 2014 est. |
|---|--|-------------|---------|-----------|
| <b>Obligations by program activity:</b>   |  |             |         |           |
| 0001                                      | Treasury payment to Military Retirement Fund ..... | 64,751      | 67,733  | 70,272    |
| 0900                                      | Total new obligations (object class 13.0) .....    | 64,751      | 67,733  | 70,272    |
| <b>Budgetary Resources:</b>               |  |             |         |           |
| Budget authority:                         |  |             |         |           |
| Appropriations, mandatory:                |  |             |         |           |
| 1200                                      | Appropriation .....                                | 64,751      | 67,733  | 70,272    |
| 1260                                      | Appropriations, mandatory (total) .....            | 64,751      | 67,733  | 70,272    |
| 1930                                      | Total budgetary resources available .....          | 64,751      | 67,733  | 70,272    |
| <b>Change in obligated balance:</b>       |  |             |         |           |
| Unpaid obligations:                       |  |             |         |           |
| 3010                                      | Obligations incurred, unexpired accounts .....     | 64,751      | 67,733  | 70,272    |
| 3020                                      | Outlays (gross) .....                              | –64,751     | –67,733 | –70,272   |
| <b>Budget authority and outlays, net:</b> |  |             |         |           |
| Mandatory:                                |  |             |         |           |
| 4090                                      | Budget authority, gross .....                      | 64,751      | 67,733  | 70,272    |
| Outlays, gross:                           |  |             |         |           |
| 4100                                      | Outlays from new mandatory authority .....         | 64,751      | 67,733  | 70,272    |
| 4180                                      | Budget authority, net (total) .....                | 64,751      | 67,733  | 70,272    |
| 4190                                      | Outlays, net (total) .....                         | 64,751      | 67,733  | 70,272    |

The 2014 payment to the Military Retirement Fund includes funds for the amortization of the unfunded liability for all retirement benefits earned by military personnel for service prior to 1985. The amortization schedule for the unfunded liability is determined by the Department of Defense Retirement Board of Actuaries. Included in the unfunded liability are the consolidated requirements of the military departments to cover retired officers and enlisted personnel of the Army, Navy, Marine Corps, and Air Force; retainer pay of enlisted personnel of the Fleet Reserve of the Navy and Marine Corps; and survivors' benefits.

The 2004 National Defense Authorization Act (P.L. 108–136) created additional benefits for certain retirees who receive disability compensation from the Department of Veterans Affairs and moved the responsibility for payments under the Combat Related Special Compensation program to the Military Retirement Fund. Any additional funding requirements for retirees with service prior to 1985 will be included in this payment.

#### *Trust Funds*

#### MILITARY RETIREMENT FUND

##### Special and Trust Fund Receipts (in millions of dollars)

| Identification code 97–8097–0–7–602 |   | 2012 actual | 2013 CR  | 2014 est. |
|-------------------------------------|---|-------------|----------|-----------|
| 0100                                | Balance, start of year .....  | 368,236     | 371,658  | 418,069   |
| Receipts:                           |   |             |          |           |
| 0240                                | Employing Agency Contributions, Military Retirement Fund .....                      | 22,050      | 20,876   | 20,763    |
| 0241                                | Earnings on Investments, Military Retirement Fund .....                             | –36,260     | 4,862    | 5,756     |
| 0242                                | Federal Contributions, Military Retirement Fund .....                               | 64,751      | 67,733   | 70,272    |
| 0243                                | Federal Contributions (concurrent Receipt Accruals), Military Retirement Fund ..... | 5,376       | 6,791    | 6,970     |
| 0299                                | Total receipts and collections .....  | 55,917      | 100,262  | 103,761   |
| 0400                                | Total: Balances and collections .....   | 424,153     | 471,920  | 521,830   |
| Appropriations:                     |   |             |          |           |
| 0500                                | Military Retirement Fund .....  | –55,917     | –101,755 | –103,800  |
| 0501                                | Military Retirement Fund .....  | –42,923     | .....    | .....     |

|      |                                |         |         |         |
|------|--------------------------------|---------|---------|---------|
| 0502 | Military Retirement Fund ..... | 46,345  | 47,904  | 48,228  |
| 0599 | Total appropriations .....     | –52,495 | –53,851 | –55,572 |
| 0799 | Balance, end of year .....     | 371,658 | 418,069 | 466,258 |

##### Program and Financing (in millions of dollars)

| Identification code 97–8097–0–7–602       |   | 2012 actual | 2013 CR | 2014 est. |
|---|---|-------------|---------|-----------|
| <b>Obligations by program activity:</b>   |   |             |         |           |
| 0001                                      | Nondisability .....   | 45,270      | 46,275  | 47,744    |
| 0002                                      | Temporary disability .....                                  | 109         | 121     | 122       |
| 0003                                      | Permanent disability .....                                  | 1,282       | 1,268   | 1,279     |
| 0004                                      | Fleet reserve .....   | 1,942       | 2,141   | 2,209     |
| 0005                                      | Survivors' benefits .....                                   | 3,892       | 4,046   | 4,218     |
| 0900                                      | Total new obligations (object class 42.0) .....             | 52,495      | 53,851  | 55,572    |
| <b>Budgetary Resources:</b>               |   |             |         |           |
| Budget authority:                         |   |             |         |           |
| Appropriations, mandatory:                |   |             |         |           |
| 1201                                      | Appropriation (special or trust fund) .....                 | 55,917      | 101,755 | 103,800   |
| 1203                                      | Appropriation (previously unavailable) .....                | 42,923      | .....   | .....     |
| 1235                                      | Appropriations precluded from obligation .....              | –46,345     | –47,904 | –48,228   |
| 1260                                      | Appropriations, mandatory (total) .....                     | 52,495      | 53,851  | 55,572    |
| 1930                                      | Total budgetary resources available .....                   | 52,495      | 53,851  | 55,572    |
| <b>Change in obligated balance:</b>       |   |             |         |           |
| Unpaid obligations:                       |   |             |         |           |
| 3000                                      | Unpaid obligations, brought forward, Oct 1 .....            | 345         | 4,052   | 4,245     |
| 3010                                      | Obligations incurred, unexpired accounts .....              | 52,495      | 53,851  | 55,572    |
| 3020                                      | Outlays (gross) .....                                       | –48,788     | –53,658 | –55,373   |
| 3050                                      | Unpaid obligations, end of year .....                       | 4,052       | 4,245   | 4,444     |
| Memorandum (non-add) entries:             |   |             |         |           |
| 3100                                      | Obligated balance, start of year .....                      | 345         | 4,052   | 4,245     |
| 3200                                      | Obligated balance, end of year .....                        | 4,052       | 4,245   | 4,444     |
| <b>Budget authority and outlays, net:</b> |   |             |         |           |
| Mandatory:                                |   |             |         |           |
| 4090                                      | Budget authority, gross .....                               | 52,495      | 53,851  | 55,572    |
| Outlays, gross:                           |   |             |         |           |
| 4100                                      | Outlays from new mandatory authority .....                  | 48,098      | 49,606  | 51,306    |
| 4101                                      | Outlays from mandatory balances .....                       | 690         | 4,052   | 4,067     |
| 4110                                      | Outlays, gross (total) .....                                | 48,788      | 53,658  | 55,373    |
| 4180                                      | Budget authority, net (total) .....                         | 52,495      | 53,851  | 55,572    |
| 4190                                      | Outlays, net (total) .....                                  | 48,788      | 53,658  | 55,373    |
| <b>Memorandum (non-add) entries:</b>      |   |             |         |           |
| 5000                                      | Total investments, SOY: Federal securities: Par value ..... | 326,040     | 376,439 | 423,808   |
| 5001                                      | Total investments, EOY: Federal securities: Par value ..... | 376,439     | 423,808 | 472,411   |

Public Law 98–94 provided for accrual funding of the military retirement system and for the establishment of a Department of Defense Military Retirement Fund in 1985. The fund has three sources of income. The first is payments from the military personnel accounts, which cover the accruing costs of the future retirement benefits being earned by today's service members. The second source is interest on investments of the fund. The third source is made up of two payments from the general fund of the Treasury. The first Treasury payment covers a portion of the accrued unfunded liability for all the retirees and current members who had earned benefits before the accrual funding system was set up. The second Treasury payment covers the liability for concurrent receipt of military retired pay and disability compensation paid by the Department of Veterans Affairs. This benefit was added in the 2004 National Defense Authorization Act.

The status of the fund is as follows:

## MILITARY RETIREMENT FUND—Continued

## Status of Funds (in millions of dollars)

| Identification code 97–8097–0–7–602  | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| Unexpended balance, start of year:   |             |         |           |
| 0100 Balance, start of year .....  | 368,581     | 375,710 | 422,314   |
| 0199 Total balance, start of year .....  | 368,581     | 375,710 | 422,314   |
| Cash income during the year:   |             |         |           |
| Current law:   |             |         |           |
| Offsetting receipts (intragovernmental):   |             |         |           |
| 1240 Employing Agency Contributions, Military Retirement Fund .....                      | 22,050      | 20,876  | 20,763    |
| 1241 Earnings on Investments, Military Retirement Fund .....                             | –36,260     | 4,862   | 5,756     |
| 1242 Federal Contributions, Military Retirement Fund .....                               | 64,751      | 67,733  | 70,272    |
| 1243 Federal Contributions (concurrent Receipt Accruals), Military Retirement Fund ..... | 5,376       | 6,791   | 6,970     |
| 1299 Income under present law .....  | 55,917      | 100,262 | 103,761   |
| 3299 Total cash income .....   | 55,917      | 100,262 | 103,761   |
| Cash outgo during year:  |             |         |           |
| Current law:   |             |         |           |
| 4500 Military Retirement Fund .....  | –48,788     | –53,658 | –55,373   |
| 4599 Outgo under current law (-) .....   | –48,788     | –53,658 | –55,373   |
| 6599 Total cash outgo (-) .....  | –48,788     | –53,658 | –55,373   |
| Unexpended balance, end of year:   |             |         |           |
| 8700 Uninvested balance (net), end of year .....   | –729        | –1,494  | –1,709    |
| 8701 Military Retirement Fund .....  | 376,439     | 423,808 | 472,411   |
| 8799 Total balance, end of year .....  | 375,710     | 422,314 | 470,702   |

## RETIREE HEALTH CARE

## Federal Funds

## PAYMENT TO DEPARTMENT OF DEFENSE MEDICARE-ELIGIBLE RETIREE HEALTH CARE FUND

## Program and Financing (in millions of dollars)

| Identification code 97–0850–0–1–054                          | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| <b>Obligations by program activity:</b>                      |             |         |           |
| 0001 Payment to the Uniformed Retiree Health Care Fund ..... | 6,716       | 6,142   | 5,474     |
| 0900 Total new obligations (object class 13.0) .....         | 6,716       | 6,142   | 5,474     |
| <b>Budgetary Resources:</b>                                  |             |         |           |
| Budget authority:  |             |         |           |
| Appropriations, mandatory:                                   |             |         |           |
| 1200 Appropriation .....                                     | 6,716       | 6,142   | 5,474     |
| 1260 Appropriations, mandatory (total) .....                 | 6,716       | 6,142   | 5,474     |
| 1930 Total budgetary resources available .....               | 6,716       | 6,142   | 5,474     |
| <b>Change in obligated balance:</b>                          |             |         |           |
| Unpaid obligations:  |             |         |           |
| 3010 Obligations incurred, unexpired accounts .....          | 6,716       | 6,142   | 5,474     |
| 3020 Outlays (gross) .....                                   | –6,716      | –6,142  | –5,474    |
| <b>Budget authority and outlays, net:</b>                    |             |         |           |
| Mandatory:   |             |         |           |
| 4090 Budget authority, gross .....                           | 6,716       | 6,142   | 5,474     |
| Outlays, gross:  |             |         |           |
| 4100 Outlays from new mandatory authority .....              | 6,716       | 6,142   | 5,474     |
| 4180 Budget authority, net (total) .....                     | 6,716       | 6,142   | 5,474     |
| 4190 Outlays, net (total) .....                              | 6,716       | 6,142   | 5,474     |

## Summary of Budget Authority and Outlays (in millions of dollars)

|   | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| Enacted/requested:                          |             |         |           |
| Budget Authority .....                      | 6,716       | 6,142   | 5,474     |
| Outlays .....                               | 6,716       | 6,142   | 5,474     |
| Legislative proposal, not subject to PAYGO: |             |         |           |
| Budget Authority .....                      |             |         | –1,818    |
| Outlays .....                               |             |         | –1,818    |
| Total:                                      |             |         |           |
| Budget Authority .....                      | 6,716       | 6,142   | 3,656     |

|               |       |       |       |
|---------------|-------|-------|-------|
| Outlays ..... | 6,716 | 6,142 | 3,656 |
|---------------|-------|-------|-------|

## PAYMENT TO DEPARTMENT OF DEFENSE MEDICARE-ELIGIBLE RETIREE HEALTH CARE FUND

## (Legislative proposal, not subject to PAYGO)

## Program and Financing (in millions of dollars)

| Identification code 97–0850–2–1–054                          | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| <b>Obligations by program activity:</b>                      |             |         |           |
| 0001 Payment to the Uniformed Retiree Health Care Fund ..... |             |         | –1,529    |
| 0002 Payment to the Uniformed Retiree Health Care Fund ..... |             |         | –289      |
| 0900 Total new obligations .....                             |             |         | –1,818    |
| <b>Budgetary Resources:</b>                                  |             |         |           |
| Budget authority:  |             |         |           |
| Appropriations, mandatory:                                   |             |         |           |
| 1200 Appropriation .....                                     |             |         | –1,529    |
| 1200 Appropriation .....                                     |             |         | –289      |
| 1260 Appropriations, mandatory (total) .....                 |             |         | –1,818    |
| 1930 Total budgetary resources available .....               |             |         | –1,818    |
| <b>Change in obligated balance:</b>                          |             |         |           |
| Unpaid obligations:  |             |         |           |
| 3010 Obligations incurred, unexpired accounts .....          |             |         | –1,818    |
| 3020 Outlays (gross) .....                                   |             |         | 1,818     |

## Budget authority and outlays, net:

|   |  |  |        |
|---|--|--|--------|
| Mandatory:                                      |  |  |        |
| 4090 Budget authority, gross .....              |  |  | –1,818 |
| Outlays, gross:                                 |  |  |        |
| 4100 Outlays from new mandatory authority ..... |  |  | –1,818 |
| 4180 Budget authority, net (total) .....        |  |  | –1,818 |
| 4190 Outlays, net (total) .....                 |  |  | –1,818 |

## Object Classification (in millions of dollars)

| Identification code 97–0850–2–1–054      | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| <b>Direct obligations:</b>               |             |         |           |
| 13.0 Benefits for former personnel ..... |             |         | –1,529    |
| 13.0 Benefits for former personnel ..... |             |         | –289      |
| 99.9 Total new obligations .....         |             |         | –1,818    |

## DEPARTMENT OF DEFENSE MEDICARE-ELIGIBLE RETIREE HEALTH CARE FUND

## Special and Trust Fund Receipts (in millions of dollars)

| Identification code 97–5472–0–2–551   | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| 0100 Balance, start of year .....   | 185,626     | 175,315 | 184,859   |
| Receipts:   |             |         |           |
| 0240 Non-DoD Employing Agency Contributions, DoD Medicare-Eligible Retiree Health Care Fund ..... | 300         | 232     | 214       |
| 0241 Non-DoD Employing Agency Contributions, DoD Medicare-Eligible Retiree Health Care Fund ..... |             |         | –14       |
| 0242 Non-DoD Employing Agency Contributions, DoD Medicare-Eligible Retiree Health Care Fund ..... |             |         | –2        |
| 0243 Earnings on Investments, DoD Medicare-Eligible Retiree Health Care Fund .....                | –19,436     | 4,156   | 4,115     |
| 0244 Earnings on Investments, DoD Medicare-Eligible Retiree Health Care Fund .....                |             |         | –25       |
| 0245 Earnings on Investments, DoD Medicare-Eligible Retiree Health Care Fund .....                |             |         | –15       |
| 0246 Federal Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....                  | 6,716       | 6,142   | 5,474     |
| 0247 Federal Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....                  |             |         | –1,529    |
| 0248 Federal Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....                  |             |         | –289      |
| 0249 Department of Defense Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....    | 10,845      | 8,297   | 7,258     |
| 0250 Department of Defense Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....    |             |         | –514      |
| 0251 Department of Defense Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....    |             |         | –64       |

|                        |  |         |         |         |
|------------------------|--|---------|---------|---------|
| 0299                   | Total receipts and collections .....                                   | -1,575  | 18,827  | 14,609  |
| 0400                   | Total: Balances and collections .....                                  | 184,051 | 194,142 | 199,468 |
| <b>Appropriations:</b> |  |         |         |         |
| 0500                   | Department of Defense Medicare-Eligible Retiree Health Care Fund ..... | 1,575   | -20,317 | -20,288 |
| 0501                   | Department of Defense Medicare-Eligible Retiree Health Care Fund ..... | -24,549 |         |         |
| 0502                   | Department of Defense Medicare-Eligible Retiree Health Care Fund ..... | 14,238  | 11,034  | 10,789  |
| 0503                   | Department of Defense Medicare-Eligible Retiree Health Care Fund ..... |         |         | 2,083   |
| 0504                   | Department of Defense Medicare-Eligible Retiree Health Care Fund ..... |         |         | 370     |
| 0505                   | Department of Defense Medicare-Eligible Retiree Health Care Fund ..... |         |         | -2,083  |
| 0506                   | Department of Defense Medicare-Eligible Retiree Health Care Fund ..... |         |         | -370    |
| 0599                   | Total appropriations .....   | -8,736  | -9,283  | -9,499  |
| 0799                   | Balance, end of year .....   | 175,315 | 184,859 | 189,969 |

**Program and Financing** (in millions of dollars)

| Identification code 97-5472-0-2-551                              | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| <b>Obligations by program activity:</b>                          |             |         |           |
| 0001 DoD Medicare-eligible retiree health care payments .....    | 8,736       | 9,283   | 9,499     |
| 0900 Total new obligations (object class 13.0) .....             | 8,736       | 9,283   | 9,499     |
| <b>Budgetary Resources:</b>                                      |             |         |           |
| Budget authority:  |             |         |           |
| Appropriations, mandatory:                                       |             |         |           |
| 1201 Appropriation (special or trust fund) .....                 | -1,575      | 20,317  | 20,288    |
| 1203 Appropriation (previously unavailable) .....                | 24,549      |         |           |
| 1235 Appropriations precluded from obligation .....              | -14,238     | -11,034 | -10,789   |
| 1260 Appropriations, mandatory (total) .....                     | 8,736       | 9,283   | 9,499     |
| 1930 Total budgetary resources available .....                   | 8,736       | 9,283   | 9,499     |
| <b>Change in obligated balance:</b>                              |             |         |           |
| Unpaid obligations:  |             |         |           |
| 3000 Unpaid obligations, brought forward, Oct 1 .....            | 523         | 591     |           |
| 3010 Obligations incurred, unexpired accounts .....              | 8,736       | 9,283   | 9,499     |
| 3020 Outlays (gross) .....                                       | -8,668      | -9,874  | -9,499    |
| 3050 Unpaid obligations, end of year .....                       | 591         |         |           |
| Memorandum (non-add) entries:                                    |             |         |           |
| 3100 Obligated balance, start of year .....                      | 523         | 591     |           |
| 3200 Obligated balance, end of year .....                        | 591         |         |           |
| <b>Budget authority and outlays, net:</b>                        |             |         |           |
| Mandatory:   |             |         |           |
| 4090 Budget authority, gross .....                               | 8,736       | 9,283   | 9,499     |
| Outlays, gross:  |             |         |           |
| 4100 Outlays from new mandatory authority .....                  | 8,145       | 9,283   | 9,499     |
| 4101 Outlays from mandatory balances .....                       | 523         | 591     |           |
| 4110 Outlays, gross (total) .....                                | 8,668       | 9,874   | 9,499     |
| 4180 Budget authority, net (total) .....                         | 8,736       | 9,283   | 9,499     |
| 4190 Outlays, net (total) .....                                  | 8,668       | 9,874   | 9,499     |
| <b>Memorandum (non-add) entries:</b>                             |             |         |           |
| 5000 Total investments, SOY: Federal securities: Par value ..... | 161,741     | 176,113 | 185,288   |
| 5001 Total investments, EOY: Federal securities: Par value ..... | 176,113     | 185,288 | 193,054   |

Public Law 106-398 provides for accrual funding for health care to Medicare-eligible retirees. The statute establishes an accrual health care fund which has three sources of funding. The first is contributions from employing agencies, which cover the liability for future benefits accruing to current service members. The second is an annual payment from the general fund of the Treasury on the accrued unfunded liability, and the third source is income from the investment of fund balances.

The Budget includes a proposal to implement a modest annual enrollment fee for TRICARE-for-Life coverage for retirees and their family members age 65 and older (with full grandfathering of those Medicare-eligible retirees who are already receiving TRICARE benefits at the time of enactment). Also included is a proposal for increases to pharmacy prescription co-payments for

active duty families and all retirees to incentivize usage of mail order and generic drugs. In addition to discretionary savings in the Defense Health Program, the proposals reduce future accrual costs, resulting in reduced discretionary contributions to the Medicare Eligible Retiree Health Care Fund by the Services, Coast Guard, Public Health Service, National Oceanic and Atmospheric Administration and the Department of the Treasury.

**Status of Funds** (in millions of dollars)

| Identification code 97-5472-0-2-551   | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| Unexpended balance, start of year:  |             |         |           |
| 0100 Balance, start of year .....   | 186,149     | 175,906 | 184,859   |
| 0199 Total balance, start of year .....   | 186,149     | 175,906 | 184,859   |
| Cash income during the year:  |             |         |           |
| Current law:  |             |         |           |
| Offsetting receipts (intragovernmental):  |             |         |           |
| 1240 Non-DoD Employing Agency Contributions, DoD Medicare-Eligible Retiree Health Care Fund ..... | 300         | 232     | 214       |
| 1243 Earnings on Investments, DoD Medicare-Eligible Retiree Health Care Fund .....                | -19,436     | 4,156   | 4,115     |
| 1246 Federal Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....                  | 6,716       | 6,142   | 5,474     |
| 1249 Department of Defense Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....    | 10,845      | 8,297   | 7,258     |
| 1299 Income under present law .....   | -1,575      | 18,827  | 17,061    |
| Proposed legislation:   |             |         |           |
| Offsetting receipts (intragovernmental):  |             |         |           |
| 2241 Non-DoD Employing Agency Contributions, DoD Medicare-Eligible Retiree Health Care Fund ..... |             |         | -14       |
| 2242 Non-DoD Employing Agency Contributions, DoD Medicare-Eligible Retiree Health Care Fund ..... |             |         | -2        |
| 2244 Earnings on Investments, DoD Medicare-Eligible Retiree Health Care Fund .....                |             |         | -25       |
| 2245 Earnings on Investments, DoD Medicare-Eligible Retiree Health Care Fund .....                |             |         | -15       |
| 2247 Federal Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....                  |             |         | -1,529    |
| 2248 Federal Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....                  |             |         | -289      |
| 2250 Department of Defense Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....    |             |         | -514      |
| 2251 Department of Defense Contributions, DoD Medicare-Eligible Retiree Health Care Fund .....    |             |         | -64       |
| 2299 Income under proposed legislation .....  |             |         | -2,452    |
| 3299 Total cash income .....  | -1,575      | 18,827  | 14,609    |
| Cash outgo during year:   |             |         |           |
| Current law:  |             |         |           |
| 4500 Department of Defense Medicare-Eligible Retiree Health Care Fund .....                       | -8,668      | -9,874  | -9,499    |
| 4599 Outgo under current law (-) .....  | -8,668      | -9,874  | -9,499    |
| 6599 Total cash outgo (-) .....   | -8,668      | -9,874  | -9,499    |
| Unexpended balance, end of year:  |             |         |           |
| 8700 Uninvested balance (net), end of year .....  | -207        | -429    | -1,003    |
| 8701 Department of Defense Medicare-Eligible Retiree Health Care Fund .....                       |             |         | -2,082    |
| 8701 Department of Defense Medicare-Eligible Retiree Health Care Fund .....                       | 176,113     | 185,288 | 193,054   |
| 8799 Total balance, end of year .....   | 175,906     | 184,859 | 189,969   |

DEPARTMENT OF DEFENSE MEDICARE-ELIGIBLE RETIREE HEALTH CARE FUND  
(Legislative proposal, subject to PAYGO)**Program and Financing** (in millions of dollars)

| Identification code 97-5472-4-2-551                 | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| <b>Budgetary Resources:</b>                         |             |         |           |
| Budget authority:                                   |             |         |           |
| Appropriations, mandatory:                          |             |         |           |
| 1201 Appropriation (special or trust fund) .....    |             |         | -2,083    |
| 1201 Appropriation (special or trust fund) .....    |             |         | -370      |
| 1235 Appropriations precluded from obligation ..... |             |         | 2,083     |
| 1235 Appropriations precluded from obligation ..... |             |         | 370       |

DEPARTMENT OF DEFENSE MEDICARE-ELIGIBLE RETIREE HEALTH CARE  
FUND—Continued  
Program and Financing—Continued

| Identification code 97–5472–4–2–551                              | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| <b>Memorandum (non-add) entries:</b>                             |             |         |           |
| 5001 Total investments, EOY: Federal securities: Par value ..... |             |         | –2,082    |

## EDUCATIONAL BENEFITS

### Trust Funds

#### EDUCATION BENEFITS FUND

#### Special and Trust Fund Receipts (in millions of dollars)

| Identification code 97–8098–0–7–702                                | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| 0100 Balance, start of year .....                                  | 2,159       | 1,882   | 1,904     |
| Receipts:  |             |         |           |
| 0240 Employing Agency Contributions, Education Benefits Fund ..... | 183         | 238     | 96        |
| 0241 Interest on Investments, Education Benefits Fund .....        | –94         | 91      | 74        |
| 0299 Total receipts and collections .....                          | 89          | 329     | 170       |
| 0400 Total: Balances and collections .....                         | 2,248       | 2,211   | 2,074     |
| Appropriations:  |             |         |           |
| 0500 Education Benefits Fund .....                                 | –89         | –329    | –171      |
| 0501 Education Benefits Fund .....                                 | –308        |         | –132      |
| 0502 Education Benefits Fund .....                                 | 31          | 22      |           |
| 0599 Total appropriations .....                                    | –366        | –307    | –303      |
| 0799 Balance, end of year .....                                    | 1,882       | 1,904   | 1,771     |

#### Program and Financing (in millions of dollars)

| Identification code 97–8098–0–7–702                              | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| <b>Obligations by program activity:</b>                          |             |         |           |
| 0001 Active duty program .....                                   | 105         | 92      | 106       |
| 0002 Selected Reserve program .....                              | 261         | 215     | 197       |
| 0900 Total new obligations (object class 13.0) .....             | 366         | 307     | 303       |
| <b>Budgetary Resources:</b>                                      |             |         |           |
| Budget authority:  |             |         |           |
| Appropriations, mandatory:                                       |             |         |           |
| 1201 Appropriation (special or trust fund) .....                 | 89          | 329     | 171       |
| 1203 Appropriation (previously unavailable) .....                | 308         |         | 132       |
| 1235 Appropriations precluded from obligation .....              | –31         | –22     |           |
| 1260 Appropriations, mandatory (total) .....                     | 366         | 307     | 303       |
| 1930 Total budgetary resources available .....                   | 366         | 307     | 303       |
| <b>Change in obligated balance:</b>                              |             |         |           |
| Unpaid obligations:  |             |         |           |
| 3010 Obligations incurred, unexpired accounts .....              | 366         | 307     | 303       |
| 3020 Outlays (gross) .....                                       | –366        | –307    | –303      |
| <b>Budget authority and outlays, net:</b>                        |             |         |           |
| Mandatory:   |             |         |           |
| 4090 Budget authority, gross .....                               | 366         | 307     | 303       |
| Outlays, gross:  |             |         |           |
| 4100 Outlays from new mandatory authority .....                  | 366         | 307     | 303       |
| 4180 Budget authority, net (total) .....                         | 366         | 307     | 303       |
| 4190 Outlays, net (total) .....                                  | 366         | 307     | 303       |
| <b>Memorandum (non-add) entries:</b>                             |             |         |           |
| 5000 Total investments, SOY: Federal securities: Par value ..... | 2,008       | 1,891   | 1,913     |
| 5001 Total investments, EOY: Federal securities: Par value ..... | 1,891       | 1,913   | 1,781     |

The 1985 Department of Defense Authorization Act, Public Law 98–525, as amended by Public Laws 100–48 and 108–375, and the Post 9/11 Veterans Educational Assistance Improvements Act of 2010, Public Law 111–377, provide for the accrual funding of certain education benefits for active duty military personnel under the authority of Chapters 30 and 33, Title 38 U.S.C., and to selected Reserve personnel under the authority of Chapters

1606 and 1607, Title 10 U.S.C. The fund is financed through actuarially determined Government contributions from the Department of Defense military personnel appropriations and interest on investments. Funds are transferred to the Department of Veterans Affairs to make benefit payments to eligible personnel. The status of the fund is as follows:

#### Status of Funds (in millions of dollars)

| Identification code 97–8098–0–7–702                                | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| Unexpended balance, start of year:                                 |             |         |           |
| 0100 Balance, start of year .....                                  | 2,161       | 1,884   | 1,906     |
| 0199 Total balance, start of year .....                            | 2,161       | 1,884   | 1,906     |
| Cash income during the year:                                       |             |         |           |
| Current law:   |             |         |           |
| Offsetting receipts (intragovernmental):                           |             |         |           |
| 1240 Employing Agency Contributions, Education Benefits Fund ..... | 183         | 238     | 96        |
| 1241 Interest on Investments, Education Benefits Fund .....        | –94         | 91      | 74        |
| 1299 Income under present law .....                                | 89          | 329     | 170       |
| 3299 Total cash income .....                                       | 89          | 329     | 170       |
| Cash outgo during year:  |             |         |           |
| Current law:   |             |         |           |
| 4500 Education Benefits Fund .....                                 | –366        | –307    | –303      |
| 4599 Outgo under current law (-) .....                             | –366        | –307    | –303      |
| 6599 Total cash outgo (-) .....                                    | –366        | –307    | –303      |
| Unexpended balance, end of year:                                   |             |         |           |
| 8700 Uninvested balance (net), end of year .....                   | –7          | –7      | –8        |
| 8701 Education Benefits Fund .....                                 | 1,891       | 1,913   | 1,781     |
| 8799 Total balance, end of year .....                              | 1,884       | 1,906   | 1,773     |

## AMERICAN BATTLE MONUMENTS COMMISSION

### Federal Funds

#### SALARIES AND EXPENSES

*For necessary expenses, not otherwise provided for, of the American Battle Monuments Commission, including the acquisition of land or interest in land in foreign countries; purchases and repair of uniforms for caretakers of national cemeteries and monuments outside of the United States and its territories and possessions; rent of office and garage space in foreign countries; purchase (one-for-one replacement basis only) and hire of passenger motor vehicles; not to exceed \$7,500 for official reception and representation expenses; and insurance of official motor vehicles in foreign countries, when required by law of such countries, \$58,200,000, to remain available until expended.*

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

#### Program and Financing (in millions of dollars)

| Identification code 74–0100–0–1–705                               | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| <b>Obligations by program activity:</b>                           |             |         |           |
| 0001 Administration and U.S. memorials .....                      | 12          | 17      | 14        |
| 0002 Overseas memorials and cemeteries .....                      | 62          | 60      | 58        |
| 0900 Total new obligations .....                                  | 74          | 77      | 72        |
| <b>Budgetary Resources:</b>                                       |             |         |           |
| Unobligated balance:  |             |         |           |
| 1000 Unobligated balance brought forward, Oct 1 .....             | 16          | 27      | 37        |
| 1011 Unobligated balance transfer from other accts [74–0101] .... | 8           | 10      | 10        |
| 1021 Recoveries of prior year unpaid obligations .....            | 5           |         |           |
| 1050 Unobligated balance (total) .....                            | 29          | 37      | 47        |
| Budget authority:   |             |         |           |
| Appropriations, discretionary:                                    |             |         |           |
| 1100 Appropriation .....  | 61          | 61      | 58        |
| 1121 Appropriations transferred from other accts [74–0101] ....   | 11          | 16      | 14        |
| 1160 Appropriation, discretionary (total) .....                   | 72          | 77      | 72        |
| 1930 Total budgetary resources available .....                    | 101         | 114     | 119       |

|   |  |       |       |       |
|---|--|-------|-------|-------|
| Memorandum (non-add) entries:             |  |       |       |       |
| 1941                                      | Unexpired unobligated balance, end of year .....             | 27    | 37    | 47    |
| <b>Change in obligated balance:</b>       |  |       |       |       |
| Unpaid obligations:                       |  |       |       |       |
| 3000                                      | Unpaid obligations, brought forward, Oct 1 .....             | 31    | 36    | 57    |
| 3010                                      | Obligations incurred, unexpired accounts .....               | 74    | 77    | 72    |
| 3020                                      | Outlays (gross) .....  | -64   | -56   | -56   |
| 3040                                      | Recoveries of prior year unpaid obligations, unexpired ..... | -5    | ..... | ..... |
| 3050                                      | Unpaid obligations, end of year .....                        | 36    | 57    | 73    |
| Memorandum (non-add) entries:             |  |       |       |       |
| 3100                                      | Obligated balance, start of year .....                       | 31    | 36    | 57    |
| 3200                                      | Obligated balance, end of year .....                         | 36    | 57    | 73    |
| <b>Budget authority and outlays, net:</b> |  |       |       |       |
| Discretionary:                            |  |       |       |       |
| 4000                                      | Budget authority, gross .....                                | 72    | 77    | 72    |
| Outlays, gross:                           |  |       |       |       |
| 4010                                      | Outlays from new discretionary authority .....               | ..... | 46    | 43    |
| 4011                                      | Outlays from discretionary balances .....                    | 64    | 10    | 13    |
| 4020                                      | Outlays, gross (total) .....                                 | 64    | 56    | 56    |
| 4180                                      | Budget authority, net (total) .....                          | 72    | 77    | 72    |
| 4190                                      | Outlays, net (total) .....                                   | 64    | 56    | 56    |

The American Battle Monuments Commission is responsible for: the maintenance and construction of U.S. monuments and memorials commemorating the achievements in battle of our Armed Forces since 1917; controlling erection of monuments and markers by U.S. citizens and organizations in foreign countries; and the design, construction, and maintenance of permanent military cemetery memorials in foreign countries. The Commission requests 400 full-time equivalent (FTE) civilian employees to manage and support the annual investment in maintenance, infrastructure, and interpretive projects.

#### Object Classification (in millions of dollars)

| Identification code 74-0100-0-1-705 |  | 2012 actual | 2013 CR | 2014 est. |
|-------------------------------------|--|-------------|---------|-----------|
| Direct obligations:                 |  |             |         |           |
| Personnel compensation:             |  |             |         |           |
| 11.1                                | Full-time permanent .....                                  | 20          | 23      | 20        |
| 11.3                                | Other than full-time permanent .....                       | 1           | 1       | 1         |
| 11.5                                | Other personnel compensation .....                         | 1           | 1       | 1         |
|                                     |  |             |         |           |
| 11.9                                | Total personnel compensation .....                         | 22          | 25      | 22        |
| 12.1                                | Civilian personnel benefits .....                          | 11          | 12      | 11        |
| 21.0                                | Travel and transportation of persons .....                 | 1           | 1       | 1         |
| 22.0                                | Transportation of things .....                             | 1           |         |           |
| 23.1                                | Rental payments to GSA .....                               | 1           |         |           |
| 23.3                                | Communications, utilities, and miscellaneous charges ..... | 2           | 2       | 3         |
| 25.1                                | Advisory and assistance services .....                     | 2           | 2       | 2         |
| 25.2                                | Other services from non-Federal sources .....              | 1           | 2       | 1         |
| 25.3                                | Other goods and services from Federal sources .....        | 3           | 3       | 3         |
| 25.4                                | Operation and maintenance of facilities .....              | 10          | 18      | 17        |
| 26.0                                | Supplies and materials .....                               | 3           | 3       | 3         |
| 31.0                                | Equipment .....  | 1           | 2       | 2         |
| 32.0                                | Land and structures .....                                  | 16          | 7       | 7         |
|                                     |  |             |         |           |
| 99.9                                | Total new obligations .....                                | 74          | 77      | 72        |

#### Employment Summary

| Identification code 74-0100-0-1-705                        | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| 1001 Direct civilian full-time equivalent employment ..... | 393         | 400     | 400       |

#### FOREIGN CURRENCY FLUCTUATIONS ACCOUNT

For necessary expenses, not otherwise provided for, of the American Battle Monuments Commission, such sums as may be necessary, to remain available until expended, for purposes authorized by section 2109 of title 36, United States Code.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The

amounts included for 2013 reflect the annualized level provided by the continuing resolution.

#### Program and Financing (in millions of dollars)

| Identification code 74-0101-0-1-705       | 2012 actual   | 2013 CR | 2014 est. |       |
|---|---|---------|-----------|-------|
| <b>Budgetary Resources:</b>               |   |         |           |       |
| Unobligated balance:                      |   |         |           |       |
| 1000                                      | Unobligated balance brought forward, Oct 1 .....            | 23      | 20        | 10    |
| 1010                                      | Unobligated balance transfer to other accts [74-0100] ..... | -8      | -10       | -10   |
| 1050                                      | Unobligated balance (total) .....                           | 15      | 10        | ..... |
| Budget authority:                         |   |         |           |       |
| Appropriations, discretionary:            |   |         |           |       |
| 1100                                      | Appropriation .....   | 16      | 16        | 14    |
| 1120                                      | Appropriations transferred to other accts [74-0100] .....   | -11     | -16       | -14   |
| 1160                                      | Appropriation, discretionary (total) .....                  | 5       | .....     | ..... |
| 1930                                      | Total budgetary resources available .....                   | 20      | 10        | ..... |
| Memorandum (non-add) entries:             |   |         |           |       |
| 1941                                      | Unexpired unobligated balance, end of year .....            | 20      | 10        | ..... |
| <b>Budget authority and outlays, net:</b> |   |         |           |       |
| Discretionary:                            |   |         |           |       |
| 4000                                      | Budget authority, gross .....                               | 5       | .....     | ..... |
| 4180                                      | Budget authority, net (total) .....                         | 5       | .....     | ..... |

The agency has a currency fluctuation account that insulates its appropriation's buying power from changes in exchange rates. Under "such sums as may be necessary" language, the Commission estimates \$14.1 million will be required in 2014 to address exchange rate imbalances. The Commission will continue to estimate and report its Foreign Currency Fluctuation Account requirements.

#### Trust Funds

#### CONTRIBUTIONS

#### Special and Trust Fund Receipts (in millions of dollars)

| Identification code 74–8569–0–7–705 |   | 2012 actual | 2013 CR | 2014 est. |
|-------------------------------------|---|-------------|---------|-----------|
| 0100                                | Balance, start of year .....  | .....       | .....   | 1         |
|                                     | Receipts:   |             |         |           |
| 0220                                | Contributions, American Battle Monuments Commission .....           | 1           | 1       | 1         |
| 0240                                | Earnings on Investments, American Battle Monuments Commission ..... | .....       | 1       | 1         |
| 0299                                | Total receipts and collections .....                                | 1           | 2       | 2         |
| 0400                                | Total: Balances and collections .....                               | 1           | 2       | 3         |
|                                     | Appropriations:   |             |         |           |
| 0500                                | Contributions .....   | –1          | –1      | –1        |
| 0799                                | Balance, end of year .....  | .....       | 1       | 2         |

#### Program and Financing (in millions of dollars)

| Identification code 74-8569-0-7-705     |  | 2012 actual | 2013 CR | 2014 est. |
|---|--|-------------|---------|-----------|
| <b>Obligations by program activity:</b> |  |             |         |           |
| 0004                                    | World War II Memorial .....                      | 3           | 2       | 2         |
| 0900                                    | Total new obligations (object class 25.4) .....  | 3           | 2       | 2         |
| <b>Budgetary Resources:</b>             |  |             |         |           |
| Unobligated balance:                    |  |             |         |           |
| 1000                                    | Unobligated balance brought forward, Oct 1 ..... | 10          | 8       | 7         |
| Budget authority:                       |  |             |         |           |
| Appropriations, mandatory:              |  |             |         |           |
| 1201                                    | Appropriation (special or trust fund) .....      | 1           | 1       | 1         |
| 1260                                    | Appropriations, mandatory (total) .....          | 1           | 1       | 1         |
| 1930                                    | Total budgetary resources available .....        | 11          | 9       | 8         |
| Memorandum (non-add) entries:           |  |             |         |           |
| 1941                                    | Unexpired unobligated balance, end of year ..... | 8           | 7       | 6         |
| <b>Change in obligated balance:</b>     |  |             |         |           |
| Unpaid obligations:                     |  |             |         |           |
| 3000                                    | Unpaid obligations, brought forward, Oct 1 ..... |             | 3       | 2         |

CONTRIBUTIONS—Continued  
Program and Financing—Continued

| Identification code 74–8569–0–7–705       |   | 2012 actual | 2013 CR | 2014 est. |
|---|---|-------------|---------|-----------|
| 3010                                      | Obligations incurred, unexpired accounts .....              | 3           | 2       | 2         |
| 3020                                      | Outlays (gross) .....                                       |             | –3      |           |
| 3050                                      | Unpaid obligations, end of year .....                       | 3           | 2       | 4         |
| Memorandum (non-add) entries:             |   |             |         |           |
| 3100                                      | Obligated balance, start of year .....                      |             | 3       | 2         |
| 3200                                      | Obligated balance, end of year .....                        | 3           | 2       | 4         |
| <b>Budget authority and outlays, net:</b> |   |             |         |           |
| Mandatory:                                |   |             |         |           |
| 4090                                      | Budget authority, gross .....                               | 1           | 1       | 1         |
| Outlays, gross:                           |   |             |         |           |
| 4101                                      | Outlays from mandatory balances .....                       |             | 3       |           |
| 4180                                      | Budget authority, net (total) .....                         | 1           | 1       | 1         |
| 4190                                      | Outlays, net (total) .....                                  |             | 3       |           |
| <b>Memorandum (non-add) entries:</b>      |   |             |         |           |
| 5000                                      | Total investments, SOY: Federal securities: Par value ..... | 4           | 4       | 4         |
| 5001                                      | Total investments, EOY: Federal securities: Par value ..... | 4           | 4       | 4         |

*Purchase of flowers.*—Private citizens contribute funds for the purchase of flowers to decorate graves and tablets of the missing at the cemeteries and memorials administered by the Commission.

*Repair of non-Federal war memorials.*—When requested to do so and upon receipt of the necessary funds, the Commission arranges for and oversees the repair of war memorials to U.S. Forces erected in foreign countries by American citizens, States, municipalities, or associations.

## ARMED FORCES RETIREMENT HOME

## Federal Funds

## Program and Financing (in millions of dollars)

| Identification code 84–0100–0–1–602       |   | 2012 actual | 2013 CR | 2014 est. |
|---|---|-------------|---------|-----------|
| <b>Obligations by program activity:</b>   |   |             |         |           |
| 0001                                      | Direct program activity .....                   | 15          | 15      |           |
| 0900                                      | Total new obligations (object class 32.0) ..... | 15          | 15      |           |
| <b>Budgetary Resources:</b>               |   |             |         |           |
| Budget authority:                         |   |             |         |           |
| Appropriations, discretionary:            |   |             |         |           |
| 1100                                      | Appropriation .....                             | 15          | 15      |           |
| 1160                                      | Appropriation, discretionary (total) .....      | 15          | 15      |           |
| 1930                                      | Total budgetary resources available .....       | 15          | 15      |           |
| <b>Change in obligated balance:</b>       |   |             |         |           |
| Unpaid obligations:                       |   |             |         |           |
| 3010                                      | Obligations incurred, unexpired accounts .....  | 15          | 15      |           |
| 3020                                      | Outlays (gross) .....                           | –15         | –15     |           |
| <b>Budget authority and outlays, net:</b> |   |             |         |           |
| Discretionary:                            |   |             |         |           |
| 4000                                      | Budget authority, gross .....                   | 15          | 15      |           |
| Outlays, gross:                           |   |             |         |           |
| 4010                                      | Outlays from new discretionary authority .....  | 15          | 15      |           |
| 4180                                      | Budget authority, net (total) .....             | 15          | 15      |           |
| 4190                                      | Outlays, net (total) .....                      | 15          | 15      |           |

## Trust Funds

## ARMED FORCES RETIREMENT HOME

## TRUST FUND

*For expenses necessary for the Armed Forces Retirement Home to operate and maintain the Armed Forces Retirement Home—Washington, District of Columbia, and the Armed Forces Retirement Home—Gulfport, Missis-*

*issippi, to be paid from funds available in the Armed Forces Retirement Home Trust Fund, \$67,800,000, of which \$1,000,000 shall remain available until expended for construction and renovation of the physical plants at the Armed Forces Retirement Home—Washington, District of Columbia, and the Armed Forces Retirement Home—Gulfport, Mississippi.*

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

## Special and Trust Fund Receipts (in millions of dollars)

| Identification code 84–8522–0–7–602 |  | 2012 actual | 2013 CR | 2014 est. |
|-------------------------------------|--|-------------|---------|-----------|
| 0100                                | Balance, start of year .....                                   | 37          | 29      | 21        |
| Receipts:                           |  |             |         |           |
| 0200                                | Deductions, Armed Forces Retirement Home .....                 | 7           | 7       | 7         |
| 0201                                | Fines and Forfeitures, Armed Forces Retirement Home .....      | 35          | 36      | 37        |
| 0220                                | Other Receipts, Armed Forces Retirement Home .....             | 12          | 13      | 14        |
| 0221                                | Gifts, Armed Forces Retirement Home .....                      |             |         | 1         |
| 0222                                | Property Sales/Leases, Armed Forces Retirement Home .....      |             |         | 1         |
| 0240                                | Interest from Investments, Armed Forces Retirement Home .....  | 5           | 5       | 4         |
| 0241                                | General Fund Payment to the Armed Forces Retirement Home ..... | 15          | 15      |           |
| 0299                                | Total receipts and collections .....                           | 74          | 76      | 64        |
| 0400                                | Total: Balances and collections .....                          | 111         | 105     | 85        |
| Appropriations:                     |  |             |         |           |
| 0500                                | Armed Forces Retirement Home .....                             | –82         | –84     | –68       |
| 0799                                | Balance, end of year .....                                     | 29          | 21      | 17        |

## Program and Financing (in millions of dollars)

| Identification code 84–8522–0–7–602       |  | 2012 actual | 2013 CR | 2014 est. |
|---|--|-------------|---------|-----------|
| <b>Obligations by program activity:</b>   |  |             |         |           |
| 0001                                      | Operations and maintenance .....                             | 66          | 67      | 67        |
| 0002                                      | Construction .....   | 19          | 17      | 1         |
| 0900                                      | Total new obligations .....                                  | 85          | 84      | 68        |
| <b>Budgetary Resources:</b>               |  |             |         |           |
| Unobligated balance:                      |  |             |         |           |
| 1000                                      | Unobligated balance brought forward, Oct 1 .....             | 29          | 33      | 34        |
| 1021                                      | Recoveries of prior year unpaid obligations .....            | 7           | 1       | 1         |
| 1050                                      | Unobligated balance (total) .....                            | 36          | 34      | 35        |
| Budget authority:                         |  |             |         |           |
| Appropriations, discretionary:            |  |             |         |           |
| 1101                                      | Appropriation (special or trust fund) .....                  | 82          | 84      | 68        |
| 1160                                      | Appropriation, discretionary (total) .....                   | 82          | 84      | 68        |
| 1930                                      | Total budgetary resources available .....                    | 118         | 118     | 103       |
| Memorandum (non-add) entries:             |  |             |         |           |
| 1941                                      | Unexpired unobligated balance, end of year .....             | 33          | 34      | 35        |
| <b>Change in obligated balance:</b>       |  |             |         |           |
| Unpaid obligations:                       |  |             |         |           |
| 3000                                      | Unpaid obligations, brought forward, Oct 1 .....             | 97          | 67      | 25        |
| 3010                                      | Obligations incurred, unexpired accounts .....               | 85          | 84      | 68        |
| 3020                                      | Outlays (gross) .....  | –108        | –125    | –66       |
| 3040                                      | Recoveries of prior year unpaid obligations, unexpired ..... | –7          | –1      | –1        |
| 3050                                      | Unpaid obligations, end of year .....                        | 67          | 25      | 26        |
| Memorandum (non-add) entries:             |  |             |         |           |
| 3100                                      | Obligated balance, start of year .....                       | 97          | 67      | 25        |
| 3200                                      | Obligated balance, end of year .....                         | 67          | 25      | 26        |
| <b>Budget authority and outlays, net:</b> |  |             |         |           |
| Discretionary:                            |  |             |         |           |
| 4000                                      | Budget authority, gross .....                                | 82          | 84      | 68        |
| Outlays, gross:                           |  |             |         |           |
| 4010                                      | Outlays from new discretionary authority .....               | 51          | 49      | 50        |
| 4011                                      | Outlays from discretionary balances .....                    | 57          | 76      | 16        |
| 4020                                      | Outlays, gross (total) .....                                 | 108         | 125     | 66        |
| 4180                                      | Budget authority, net (total) .....                          | 82          | 84      | 68        |
| 4190                                      | Outlays, net (total) .....                                   | 108         | 125     | 66        |
| <b>Memorandum (non-add) entries:</b>      |  |             |         |           |
| 5000                                      | Total investments, SOY: Federal securities: Par value .....  | 158         | 112     | 42        |
| 5001                                      | Total investments, EOY: Federal securities: Par value .....  | 112         | 42      | 44        |

Public Law 101–510 created an Armed Forces Retirement Home (AFRH) Trust Fund to finance the AFRH-Gulfport and the AFRH-Washington Homes. The Homes are financed by appropriations drawn from the Trust Fund. The AFRH provides, through the Armed Forces Retirement Home—Gulfport (AFRH-G) and Armed Forces Retirement Home—Washington (AFRH-W), residences and related services for certain retired and former members of the Armed Forces and the Coast Guard. The members receiving domiciliary and hospital care are:

|                        | 2012 actual | 2013 est. | 2014 est. |
|------------------------|-------------|-----------|-----------|
| Domiciliary care ..... | 859         | 924       | 924       |
| Hospital care .....    | 150         | 221       | 221       |
| Total members .....    | 1009        | 1145      | 1145      |

During 2012, AFRH was able to effectively complete the first full year of operations at both Homes (since Hurricane Katrina); utilize the \$14.6M funding provided for the damages sustained during the earthquake and obtain the eighth consecutive unqualified audit opinion. In 2013, AFRH plans to align operations to coincide with a reduced footprint. 2013 will mark the opening of an energy efficient healthcare and commons facility called the Scott dormitory that houses long-term care and memory support residents along with many healthcare and common programs for residents. The opening of the Scott dormitory will eliminate the need to operate the Power Plant which supplies heat to the current long-term care facility. In 2014, AFRH will continue to align costs to realize efficiencies while maintaining acceptable service.

#### Object Classification (in millions of dollars)

| Identification code 84–8522–0–7–602                             | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| Direct obligations:   |             |         |           |
| Personnel compensation:   |             |         |           |
| 11.1 Full-time permanent .....                                  | 16          | 19      | 21        |
| 11.5 Other personnel compensation .....                         | 2           |         |           |
| 11.9 Total personnel compensation .....                         | 18          | 19      | 21        |
| 12.1 Civilian personnel benefits .....                          | 7           | 7       | 7         |
| 13.0 Benefits for former personnel .....                        |             | 1       | 1         |
| 23.3 Communications, utilities, and miscellaneous charges ..... | 4           | 5       | 6         |
| 25.1 Advisory and assistance services .....                     | 4           | 2       | 2         |
| 25.2 Other services from non-Federal sources .....              | 5           | 21      | 19        |
| 25.3 Other goods and services from Federal sources .....        | 4           |         |           |
| 25.4 Operation and maintenance of facilities .....              | 6           | 3       | 3         |
| 25.6 Medical care .....   | 5           | 4       | 3         |
| 25.7 Operation and maintenance of equipment .....               | 3           |         |           |
| 25.8 Subsistence and support of persons .....                   | 4           |         |           |
| 26.0 Supplies and materials .....                               | 5           | 5       | 5         |
| 31.0 Equipment .....  | 1           |         |           |
| 32.0 Land and structures .....                                  | 19          | 17      | 1         |
| 99.9 Total new obligations .....                                | 85          | 84      | 68        |

#### Employment Summary

| Identification code 84–8522–0–7–602                        | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| 1001 Direct civilian full-time equivalent employment ..... | 278         | 336     | 336       |

## CEMETERIAL EXPENSES

### Federal Funds

#### CEMETERIAL EXPENSES, ARMY

##### SALARIES AND EXPENSES

For necessary expenses, as authorized by law, for maintenance, operation, and improvement of Arlington National Cemetery and Soldiers' and Airmen's Home National Cemetery, including the purchase or lease of passenger motor vehicles for replacement on a one-for-one basis only, and not to exceed \$1,000 for official reception and representation expenses, \$45,800,000, to remain available until expended. In addition, such sums as may be necessary for parking maintenance, repairs and replacement,

to be derived from the "Lease of Department of Defense Real Property for Defense Agencies" account. Funds appropriated under this Act may be provided to Arlington County, Virginia, for the relocation of the federally owned water main at Arlington National Cemetery making additional land available for ground burials.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

#### Program and Financing (in millions of dollars)

| Identification code 21–1805–0–1–705                               | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| <b>Obligations by program activity:</b>                           |             |         |           |
| 0008 Army National Cemeteries .....                               | 62          | 46      | 46        |
| <b>Budgetary Resources:</b>                                       |             |         |           |
| Unobligated balance:  |             |         |           |
| 1000 Unobligated balance brought forward, Oct 1 .....             | 15          | 10      | 10        |
| 1021 Recoveries of prior year unpaid obligations .....            | 11          |         |           |
| 1050 Unobligated balance (total) .....                            | 26          | 10      | 10        |
| Budget authority:   |             |         |           |
| Appropriations, discretionary:                                    |             |         |           |
| 1100 Appropriation .....  | 46          | 46      | 46        |
| 1160 Appropriation, discretionary (total) .....                   | 46          | 46      | 46        |
| 1930 Total budgetary resources available .....                    | 72          | 56      | 56        |
| Memorandum (non-add) entries:                                     |             |         |           |
| 1941 Unexpired unobligated balance, end of year .....             | 10          | 10      | 10        |
| <b>Change in obligated balance:</b>                               |             |         |           |
| Unpaid obligations:   |             |         |           |
| 3000 Unpaid obligations, brought forward, Oct 1 .....             | 49          | 44      | 43        |
| 3010 Obligations incurred, unexpired accounts .....               | 62          | 46      | 46        |
| 3020 Outlays (gross) .....  | –56         | –47     | –55       |
| 3040 Recoveries of prior year unpaid obligations, unexpired ..... | –11         |         |           |
| 3050 Unpaid obligations, end of year .....                        | 44          | 43      | 34        |
| Memorandum (non-add) entries:                                     |             |         |           |
| 3100 Obligated balance, start of year .....                       | 49          | 44      | 43        |
| 3200 Obligated balance, end of year .....                         | 44          | 43      | 34        |
| <b>Budget authority and outlays, net:</b>                         |             |         |           |
| Discretionary:  |             |         |           |
| 4000 Budget authority, gross .....                                | 46          | 46      | 46        |
| Outlays, gross:   |             |         |           |
| 4010 Outlays from new discretionary authority .....               | 46          | 23      | 23        |
| 4011 Outlays from discretionary balances .....                    | 10          | 24      | 32        |
| 4020 Outlays, gross (total) .....                                 | 56          | 47      | 55        |
| 4180 Budget authority, net (total) .....                          | 46          | 46      | 46        |
| 4190 Outlays, net (total) .....                                   | 56          | 47      | 55        |

**Operation and maintenance.**—Funding supports day-to-day operations of the Army National Cemeteries Program, including planning and execution for more than 7,000 interments and inurnments annually, as well as routine repairs made to facilities, contracted services, and horticultural work at Arlington National Cemetery and the Soldiers' and Airmen's Home National Cemetery.

In addition to incurring \$45.8 million in obligations in this Cemeterial Expenses, Army account, the Army will also support Arlington National Cemetery by providing at least an additional \$25 million in its operation and maintenance account in 2014. These funds are to assist in the repair and restoration of the aging infrastructure at Arlington National Cemetery.

**Construction.**—A ten-year capital investment plan has been developed to manage all construction, major rehabilitation, major maintenance, automation and study efforts. Funding supports long-term planning and capital investments made in construction of facilities, land improvements, and other major infrastructure sustainment, restoration, and maintenance.

The work contemplated includes converting the Millennium land to burial sites and planning and design for future expansion efforts. The military construction project is explicitly identified

## CEMETERIAL EXPENSES, ARMY—Continued

and included in the budget justification materials submitted to Congress. The Army is addressing the Navy Annex project and plans to request those resources in future budget submissions.

**Administration.**—Funding provides administrative support for the Army National Cemetery Program, including work conducted or supported by other agencies.

## Object Classification (in millions of dollars)

| Identification code 21–1805–0–1–705                             | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| Direct obligations:   |             |         |           |
| Personnel compensation:   |             |         |           |
| 11.1 Full-time permanent .....                                  | 10          | 12      | 13        |
| 11.5 Other personnel compensation .....                         | 1           |         |           |
| 11.9 Total personnel compensation .....                         | 11          | 12      | 13        |
| 12.1 Civilian personnel benefits .....                          | 3           | 4       | 4         |
| 23.3 Communications, utilities, and miscellaneous charges ..... | 1           | 2       | 1         |
| 25.1 Advisory and assistance services .....                     | 1           |         |           |
| 25.2 Other services from non-Federal sources .....              | 13          | 19      | 22        |
| 25.4 Operation and maintenance of facilities .....              | 4           | 2       | 2         |
| 26.0 Supplies and materials .....                               | 2           | 1       | 1         |
| 31.0 Equipment .....  | 6           | 1       |           |
| 32.0 Land and structures .....                                  | 21          | 5       | 3         |
| 99.9 Total new obligations .....                                | 62          | 46      | 46        |

## Employment Summary

| Identification code 21–1805–0–1–705                        | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| 1001 Direct civilian full-time equivalent employment ..... | 133         | 201     | 201       |

FOREST AND WILDLIFE CONSERVATION,  
MILITARY RESERVATIONS

## Federal Funds

## WILDLIFE CONSERVATION

## Special and Trust Fund Receipts (in millions of dollars)

| Identification code 97–5095–0–2–303                                    | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| 0100 Balance, start of year .....                                      |             |         |           |
| Receipts:  |             |         |           |
| 0220 Sales of Hunting and Fishing Permits, Military Reservations ..... | 2           | 3       | 3         |
| 0400 Total: Balances and collections .....                             | 2           | 3       | 3         |
| Appropriations:  |             |         |           |
| 0500 Wildlife Conservation .....                                       | –2          | –3      | –3        |
| 0799 Balance, end of year .....  |             |         |           |

## Program and Financing (in millions of dollars)

| Identification code 97–5095–0–2–303                    | 2012 actual | 2013 CR | 2014 est. |
|--|-------------|---------|-----------|
| Obligations by program activity:                       |             |         |           |
| 0001 Department of the Army .....                      | 5           | 4       | 3         |
| 0900 Total new obligations (object class 26.0) .....   | 5           | 4       | 3         |
| Budgetary Resources:                                   |             |         |           |
| Unobligated balance:                                   |             |         |           |
| 1000 Unobligated balance brought forward, Oct 1 .....  | 10          | 8       | 7         |
| 1021 Recoveries of prior year unpaid obligations ..... | 1           |         |           |
| 1050 Unobligated balance (total) .....                 | 11          | 8       | 7         |
| Budget authority:                                      |             |         |           |
| Appropriations, mandatory:                             |             |         |           |
| 1201 Appropriation (special or trust fund) .....       | 2           | 3       | 3         |
| 1260 Appropriations, mandatory (total) .....           | 2           | 3       | 3         |
| 1930 Total budgetary resources available .....         | 13          | 11      | 10        |
| Memorandum (non-add) entries:                          |             |         |           |
| 1941 Unexpired unobligated balance, end of year .....  | 8           | 7       | 7         |

## Change in obligated balance:

|   |    |    |    |
|---|----|----|----|
| Unpaid obligations:   |    |    |    |
| 3000 Unpaid obligations, brought forward, Oct 1 .....             | 4  | 6  | 1  |
| 3010 Obligations incurred, unexpired accounts .....               | 5  | 4  | 3  |
| 3020 Outlays (gross) .....  | –2 | –9 | –3 |
| 3040 Recoveries of prior year unpaid obligations, unexpired ..... | –1 |    |    |
| 3050 Unpaid obligations, end of year .....                        | 6  | 1  | 1  |
| Memorandum (non-add) entries:                                     |    |    |    |
| 3100 Obligated balance, start of year .....                       | 4  | 6  | 1  |
| 3200 Obligated balance, end of year .....                         | 6  | 1  | 1  |

## Budget authority and outlays, net:

|   |   |   |   |
|---|---|---|---|
| Mandatory:                                      |   |   |   |
| 4090 Budget authority, gross .....              | 2 | 3 | 3 |
| Outlays, gross:                                 |   |   |   |
| 4100 Outlays from new mandatory authority ..... |   | 3 | 3 |
| 4101 Outlays from mandatory balances .....      | 2 | 6 |   |
| 4110 Outlays, gross (total) .....               | 2 | 9 | 3 |
| 4180 Budget authority, net (total) .....        | 2 | 3 | 3 |
| 4190 Outlays, net (total) .....                 | 2 | 9 | 3 |

These appropriations provide for development and conservation of fish and wildlife and recreational facilities on military installations. Proceeds from the sale of fishing and hunting permits are used for these programs at Army, Navy, Marine Corps, and Air Force installations charging such user fees. These programs are carried out through cooperative plans agreed upon by the local representatives of the Secretary of Defense, the Secretary of the Interior, and the appropriate agency of the State in which the installation is located.

## SELECTIVE SERVICE SYSTEM

## Federal Funds

## SALARIES AND EXPENSES

*For necessary expenses of the Selective Service System, including expenses of attendance at meetings, and of training for uniformed personnel assigned to the Selective Service System, as authorized by 5 U.S.C. 4101–4118 for civilian employees; hire of passenger motor vehicles; services as authorized by 5 U.S.C. 3109; and not to exceed \$750 for official reception and representation expenses; \$24,134,000: Provided, That during the current fiscal year, the President may exempt this appropriation from the provisions of 31 U.S.C. 1341, whenever the President deems such action to be necessary in the interest of national defense: Provided further, That none of the funds appropriated by this Act may be expended for or in connection with the induction of any person into the Armed Forces of the United States.*

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

## Program and Financing (in millions of dollars)

| Identification code 90–0400–0–1–054                   | 2012 actual | 2013 CR | 2014 est. |
|---|-------------|---------|-----------|
| Obligations by program activity:                      |             |         |           |
| 0001 Selective Service System .....                   | 24          | 24      | 24        |
| Budgetary Resources:                                  |             |         |           |
| Budget authority:                                     |             |         |           |
| Appropriations, discretionary:                        |             |         |           |
| 1100 Appropriation .....                              | 24          | 24      | 24        |
| 1160 Appropriation, discretionary (total) .....       | 24          | 24      | 24        |
| 1930 Total budgetary resources available .....        | 24          | 24      | 24        |
| Change in obligated balance:                          |             |         |           |
| Unpaid obligations:                                   |             |         |           |
| 3000 Unpaid obligations, brought forward, Oct 1 ..... | 3           | 4       | 5         |
| 3010 Obligations incurred, unexpired accounts .....   | 24          | 24      | 24        |
| 3020 Outlays (gross) .....                            | –23         | –23     | –23       |
| 3050 Unpaid obligations, end of year .....            | 4           | 5       | 6         |



|   |  |    |    |    |
|---|--|----|----|----|
| Memorandum (non-add) entries:             |  |    |    |    |
| 3100                                      | Obligated balance, start of year .....         | 3  | 4  | 5  |
| 3200                                      | Obligated balance, end of year .....           | 4  | 5  | 6  |
| <b>Budget authority and outlays, net:</b> |  |    |    |    |
| Discretionary:                            |  |    |    |    |
| 4000                                      | Budget authority, gross .....                  | 24 | 24 | 24 |
| Outlays, gross:                           |  |    |    |    |
| 4010                                      | Outlays from new discretionary authority ..... | 20 | 19 | 19 |
| 4011                                      | Outlays from discretionary balances .....      | 3  | 4  | 4  |
| 4020                                      | Outlays, gross (total) .....                   | 23 | 23 | 23 |
| 4180                                      | Budget authority, net (total) .....            | 24 | 24 | 24 |
| 4190                                      | Outlays, net (total) .....                     | 23 | 23 | 23 |

The Selective Service System (SSS) continues to register men as they reach age 18, as required by law, and maintain an active database of registrant records. Should the Nation return to conscription for a national emergency, the agency would have the first draftees at military processing centers according to the mobilization plan. The agency also manages a program for the Nation's conscientious objectors in cooperation with the Department of Defense. All Reserve Force Officers participating in the Selective Service System program will remain at 175 in 2013 and 2014 to reflect requirements.

The SSS will continue to strengthen its partnership with the Armed Services. The Agency will continue its national initiative to offer every young man that receives a registration acknowledgment, almost two million annually, the opportunity to volunteer for the military services.

SSS will maintain a modernized information technology system to improve business processes, while helping to sustain an all volunteer military by aiding recruiting with its agency mailings. Relevant technology will ensure faster, more accurate registration processing, as well as more secure storage of personally identifiable information. It will also foster better customer service via the Internet.

**Object Classification** (in millions of dollars)

| Identification code 90-0400-0-1-054 |  | 2012 actual | 2013 CR | 2014 est. |
|-------------------------------------|--|-------------|---------|-----------|
| Direct obligations:                 |  |             |         |           |
| Personnel compensation:             |  |             |         |           |
| 11.1                                | Full-time permanent .....                                  | 12          | 12      | 12        |
| 11.8                                | Special personal services payments .....                   | 1           | 1       | 1         |
| 11.9                                | Total personnel compensation .....                         | 13          | 13      | 13        |
| 12.1                                | Civilian personnel benefits .....                          | 3           | 3       | 3         |
| 23.1                                | Rental payments to GSA .....                               | 1           | 1       | 1         |
| 23.3                                | Communications, utilities, and miscellaneous charges ..... | 2           | 2       | 2         |
| 24.0                                | Printing and reproduction .....                            | 1           | 1       | 1         |
| 25.2                                | Other services from non-Federal sources .....              | 4           | 4       | 4         |
| 99.9                                | Total new obligations .....                                | 24          | 24      | 24        |

**Employment Summary**

| Identification code 90-0400-0-1-054 |   | 2012 actual | 2013 CR | 2014 est. |
|-------------------------------------|---|-------------|---------|-----------|
| 1001                                | Direct civilian full-time equivalent employment ..... | 118         | 124     | 124       |

